

Texaco Exploration and Production Inc.
Attn: Mr. Joseph F. Smith, Jr.
935 Gravier St., Room 1944
New Orleans, Louisiana 70112

July 1, 2002

ChevronTexaco

Hon. Felix J. Boudreaux, Commissioner
Department of Natural Resources
Office of Conservation
P. O. Box 94275 - Capitol Station
Baton Rouge, Louisiana 70804-9275

Dear Sir:

Chevron U.S.A. Inc. requests the calling of a public hearing, after due legal notice, to consider the following matters pertaining to the 4475' M Sand, Reservoir H, in the Bay Marchand Block 2 Field, Lafourche Parish, Louisiana:

1. To dissolve the BM2 4475' M RH SU created by Order No. 184-NNN, effective January 11, 2000, and simultaneously create a single drilling and production unit for the 4475' M Sand, Reservoir H;
2. To establish rules and regulations governing the exploration for and production of oil and gas from the 4475' M Sand, Reservoir H;
3. To force pool and integrate all separately owned tracts and mineral leases, and other mineral interests within the unit, and to provide that unit production be shared in the proportion that the number of surface acres underlying each tract bears to the total number of surface acres underlying the entire unit;
4. To designate the Chevron - SL 1365 Well No. 85 STK1 as the unit well for the 4475' M RH SUA;
5. To designate Chevron U.S.A. Inc. as the Operator of the 4475' M RH SUA;
6. To provide that any future replacement and/or alternate wells for said unit shall be exempt from the spacing provisions of Statewide Order No. 29-E;
7. To provide for future reclassification of the reservoir without the necessity of a public hearing if such reclassification becomes necessary due to a change in production characteristics.
8. To consider other such matters that the Commissioner may deem pertinent.

Hon. Felix J. Boudreaux, Commissioner
July 1, 2002
Page 2

The 4475' M Sand, Reservoir H is fully defined by Conservation Order No. 184-NNN, effective January 11, 2000.

Chevron will provide for the advertisement of the legal notice in a newspaper of general circulation in the vicinity of the Bay Marchand Block 2 Field, and also will post the legal notice and unit plat in a prominent place in the area of the field. Chevron will also mail a copy of said legal notice and unit plat to Interested Owners, Represented Parties and to Interested Parties.

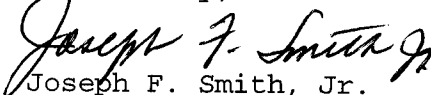
Attached are (1) a copy of the unit plat, (2) a list of Interested Owners, Represented Parties, and Interested Parties, and (3) our check in the amount of \$700.00 to cover the application fee due.

A copy of this application, plat and list attached, is being sent to Mr. Richard D. Hudson, District Manager, Lafayette, Louisiana. A copy of this application and plat are also being sent to each Interested Owner, Represented Party, and Interested Party after a reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

The pre-application conference was not held since Chevron did not receive a request to confer.

All pertinent data relating to this notice can be obtained, at the cost of the requesting party, by contacting the undersigned at Texaco Exploration and Production Inc., 935 Gravier St., Room 1944, New Orleans, Louisiana 70112, telephone number (504) 592-6710.

Yours truly,


Joseph F. Smith, Jr.
Unitization Coordinator

JFSmith:BM24475MRHSUA

Attachments

cc: Mr. Richard D. Hudson, District Manager
Department of Natural Resources
Office of Conservation
Lafayette, Louisiana

Interested Owners, Represented Parties and Interested Parties

CHEVRON
SL 1365

1

Q75ST1
7001

CHEVRON
SL 1365

Q76ST1
5833

23
Q6359
5067

23ST1BP1
4980

* - O/W ESTIMATED HALFWAY BETWEEN
LOWEST KNOWN OIL AND HIGHEST
KNOWN WATER

72
Q5547

POOLED AREA II

"FAULT"

"FAULT"

31.9354 Acres
4475' M RH SUA

PERM BARRIER

71ST2BP2
71ST2BP1
70' 7878

CHEVRON SL 1365

CHEVRON SL 1367 L6



Gulf of Mexico Business Unit
BAY MARCHE AND BLK 2 FLD
LAFOURCHE PARISH, LA.

UNIT MAP
4475' M RH SUA

DOCKET NO.:
WITNESS:
EXHIBIT NO.:
DATE:
ORDER NO.: L12

- COMPLETED WELL
- ABANDONED COMPLETION
- △ GEOLOGICALLY SIGNIFICANT

0 500' 1000'
Scale in Feet